

NONMAJOR DEBT SERVICE FUNDS

Debt Service Funds are established to account for the resources for, and the payment of, general long-term debt principal, interest, and related costs.

Tax Allocation Projects Debt Service Fund - To accumulate resources for payment of principal and interest on the various outstanding tax allocation bonds. Resources are derived from additional taxes generated by the specific properties upon completion of the Redevelopment Projects.

Bond Interest And Redemption Fund - To accumulate resources derived from an annual tax levy for payment of principal and interest on several general obligation bond issues and capital leases outstanding as follows:

1989	Sanitary Improvement District #7 Bonds
1993	Various Purpose Refunding Bonds
1993	Downtown Redevelopment Refunding Bonds
1995	Storm Sewer Construction Bonds
1995	Various Purpose Bonds
1997	Storm Sewer and Drainage System Bonds
1999A	Various Purpose Bonds
1999B	Various Purpose Bonds
2001	Certificates of Participation – Health Lease
2002	Storm Sewer and Drainage System Bonds

Tax Supported Bonds Fund – includes bonded debt funds as follows:

MIRF Bond Debt Fund – To accumulate resources for payment of principal and interest on the Municipal Infrastructure Redevelopment Fund Bonds, Series 2000. The bonds are payable from amounts received by the City from the State of Nebraska MIRF fund established pursuant to the MIRF Act (Chapter 18, Article 26, Reissue Revised Statutes of Nebraska, as amended), which provides annual appropriations from an imposed cigarette tax.

Antelope Valley Debt Fund – To accumulate resources for payment of principal and interest on the Tax Supported Antelope Valley Project Bonds, Series 2002. The bonds are payable from amounts received from the State of Nebraska City of the Primary Class Development Fund, established pursuant to Chapter 19, article 1, Reissue Revised Statutes of Nebraska, which provides annual appropriations from an imposed cigarette tax, and from the sales tax receipts of the City pledged to the payment of the bonds as needed.

Special Assessment Fund - To accumulate resources for payment of principal and interest on the various outstanding special assessment bond issues. Income is derived from special assessment tax collections, interest on special assessment taxes and interest from investments.

CITY OF LINCOLN, NE
SUBCOMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
AUGUST 31, 2002

	<u>Tax Allocation Projects Debt Service</u>	<u>Bond Interest And Redemption</u>	<u>Tax Supported Bonds</u>	<u>Special Assessment</u>	<u>Total</u>
ASSETS					
Cash and Cash Equivalents	\$ 3,581,677	5,984,074	2,602,321	856,392	13,024,464
Investments	-	-	327,600	3,821,078	4,148,678
Receivables (Net of Allowance for Uncollectibles):					
Taxes	63,400	712,330	-	-	775,730
Accrued Interest	12,429	6,559	16,725	42,435	78,148
Special Assessment	-	-	-	3,906,804	3,906,804
Due from Other Governments	-	1,159	166,667	-	167,826
Total Assets	<u>3,657,506</u>	<u>6,704,122</u>	<u>3,113,313</u>	<u>8,626,709</u>	<u>22,101,650</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	-	250	-	-	250
Due to Other Funds	-	-	500,000	-	500,000
Deferred Revenue	-	165,535	-	3,834,428	3,999,963
Bond Principal Payable	-	10,000	-	55,000	65,000
Bond Interest Payable	-	1,668	-	37,582	39,250
Total Liabilities	<u>-</u>	<u>177,453</u>	<u>500,000</u>	<u>3,927,010</u>	<u>4,604,463</u>
Fund Balances:					
Reserved for Debt Service	3,657,506	6,526,669	2,446,646	-	12,630,821
Unreserved - Designated for Debt Service	-	-	166,667	4,699,699	4,866,366
Total Fund Balances	<u>3,657,506</u>	<u>6,526,669</u>	<u>2,613,313</u>	<u>4,699,699</u>	<u>17,497,187</u>
Total Liabilities and Fund Balances	<u>\$ 3,657,506</u>	<u>6,704,122</u>	<u>3,113,313</u>	<u>8,626,709</u>	<u>22,101,650</u>

See accompanying Independent Auditors' Report

CITY OF LINCOLN, NE
SUBCOMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED AUGUST 31, 2002

	Tax Allocation Projects Debt Service	Bond Interest And Redemption	Tax Supported Bonds	Special Assessment	Total
Revenues:					
Real Property and Personal Property Tax	\$ 1,174,838	6,023,824	-	-	7,198,662
Taxes Collected by Others	-	6,737	-	-	6,737
Special Assessment	-	-	-	1,398,688	1,398,688
Special Assessment Interest	-	-	-	302,845	302,845
Intergovernmental	-	173,800	1,684,062	-	1,857,862
Investment Earnings	60,986	40,023	55,647	101,446	258,102
Miscellaneous	-	50,755	-	-	50,755
Total Revenues	<u>1,235,824</u>	<u>6,295,139</u>	<u>1,739,709</u>	<u>1,802,979</u>	<u>11,073,651</u>
Expenditures -- Debt Service:					
Principal Retirement	398,918	4,137,254	275,000	110,000	4,921,172
Interest	103,138	2,144,322	149,080	24,763	2,421,303
Fiscal Charges	1,024	4,155	950	961	7,090
Capital Lease Principal	-	53,051	-	-	53,051
Capital Lease Interest	-	8,873	-	-	8,873
Miscellaneous	-	-	-	389	389
Total Expenditures	<u>503,080</u>	<u>6,347,655</u>	<u>425,030</u>	<u>136,113</u>	<u>7,411,878</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>732,744</u>	<u>(52,516)</u>	<u>1,314,679</u>	<u>1,666,866</u>	<u>3,661,773</u>
Other Financing Sources (Uses):					
Transfers In	-	2,601,923	-	-	2,601,923
Transfers Out	(18,125)	-	(500,000)	(613,946)	(1,132,071)
Bonds Issued	-	-	1,122,366	-	1,122,366
Total Other Financing Sources (Uses)	<u>(18,125)</u>	<u>2,601,923</u>	<u>622,366</u>	<u>(613,946)</u>	<u>2,592,218</u>
Net Change in Fund Balances	714,619	2,549,407	1,937,045	1,052,920	6,253,991
Fund Balances Beginning of Year	<u>2,942,887</u>	<u>3,977,262</u>	<u>676,268</u>	<u>3,646,779</u>	<u>11,243,196</u>
Fund Balances End of Year	<u>\$ 3,657,506</u>	<u>6,526,669</u>	<u>2,613,313</u>	<u>4,699,699</u>	<u>17,497,187</u>

See accompanying Independent Auditors' Report

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